

FISCAL NOTE

HB 2891 - SB 2938

February 26, 2002

SUMMARY OF BILL: Under present law, transactions in this state involving group or blanket insurance and group annuities where the master policy of such groups was lawfully issued and delivered in a state in which the company was authorized to transact insurance business are exempt from obtaining a certificate of authority from the Commissioner of Commerce and Insurance. This bill would specify that such blanket or group insurance and group annuities must have been issued to an employer or a trade or professional association outside of Tennessee in order for the exemption to apply. Further, it specifies that any entity that issues group or blanket insurance policies and group annuities, and is required to obtain a certificate of authority, is subject to the jurisdiction of the state of Tennessee.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Not Significant

Increase State Expenditures - Not Significant

Estimate assumes:

- any increase in state revenues collected from fees charged to entities that must obtain a certificate of authority under the provisions of this bill will not be significant.
- any increase in state expenditures to implement the provisions of this bill will not be significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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